LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 6825 BILL NUMBER: HB 1254 **DATE PREPARED:** Jan 30, 2002 **BILL AMENDED:** Jan 30, 2002

SUBJECT: Improper Repair of Vehicle Air Bags.

FISCAL ANALYST: James Sperlik PHONE NUMBER: 317-232-9866

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

X DEDICATED FEDERAL

<u>Summary of Legislation:</u> (Amended) This bill makes it a Class C felony to install in a motor vehicle's inflatable restraint system any object in place of an air bag if the installed object fails to comply with federal requirements. It provides that a person who may recover damages and certain other compensation after suffering a pecuniary loss as a result of an offense against property or certain other criminal offenses is not subject to certain other provisions regarding punitive damage awards.

Effective Date: July 1, 2002.

Explanation of State Expenditures: The bill creates a Class C felony for knowingly or intentionally installing an object in place of an air bag and that does not comply with federal safety regulations. A Class C felony is punishable by a prison term ranging from two to eight years depending upon mitigating and aggravating circumstances. The average expenditure to house an adult offender was \$22,131 in FY 2000. Individual facility expenditures ranged from \$16,442 to \$40,312. (This does not include the cost of new construction.) If offenders can be housed in existing facilities with no additional staff, the average cost for medical care, food, and clothing is approximately \$1,825 annually, or \$5 daily, per prisoner. The average length of stay in DOC facilities for all Class C felony offenders is approximately two years.

Explanation of State Revenues: If additional court cases occur and fines are collected, revenue to both the Common School Fund and the state General Fund would increase. The maximum fine for a Class C felony is \$10,000. Criminal fines are deposited in the Common School Fund. If the case is filed in a circuit, superior, or county court, 70% of the \$120 court fee that is assessed and collected when a guilty verdict is entered would be deposited in the state General Fund. If the case is filed in a city or town court, 55% of the fee would be deposited in the state General Fund.

Explanation of Local Expenditures: If more defendants are detained in county jails prior to their court hearings, local expenditures for jail operations may increase. The average cost per day is approximately \$44.

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Explanation of Local Revenues: If additional court actions occur and a guilty verdict is entered, local governments would receive revenue from the following sources: (1) The county general fund would receive 27% of the \$120 court fee that is assessed in a court of record. Cities and towns maintaining a law enforcement agency that prosecutes at least 50% of its ordinance violations in a court of record may receive 3% of court fees. (2) A \$3 fee would be assessed and, if collected, would be deposited into the county law enforcement continuing education fund. (3) A \$2 jury fee is assessed and, if collected, would be deposited into the county user fee fund to supplement the compensation of jury members.

State Agencies Affected: Department of Correction.

<u>Local Agencies Affected:</u> Trial courts, local law enforcement agencies.

<u>Information Sources:</u> Indiana Sheriffs Association, Department of Correction.

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